

**WILLOUGHBY & HOEFER, P.A.**

ATTORNEYS & COUNSELORS AT LAW

930 RICHLAND STREET

P.O. BOX 8416

COLUMBIA, SOUTH CAROLINA 29202-8416

MITCHELL M. WILLOUGHBY  
JOHN M.S. HOEFER  
RANDOLPH R. LOWELL  
ELIZABETH ZECK\*  
BENJAMIN P. MUSTIAN  
MICHAEL R. BURCHSTEAD  
ANDREW J. MACLEOD

AREA CODE 803  
TELEPHONE 252-3300  
TELECOPIER 256-8062

TRACEY C. GREEN  
ALAN WILSON  
SPECIAL COUNSEL

\*ALSO ADMITTED IN TX

March 25, 2009

**VIA E-FILING**

Charles L.A. Terreni, Esquire  
Chief Clerk/Administrator  
Public Service Commission of South Carolina  
101 Executive Center Dr., Suite 100  
Columbia, SC 29210

Re: Annual Review of Base Rates for Fuel Costs of South Carolina Electric and Gas  
Company  
**Docket No.: 2009-2-E**

Dear Mr. Terreni:

On behalf of the Parties, South Carolina Electric & Gas Company ("SCE&G") respectfully submits to the Public Service Commission of South Carolina ("Commission") the enclosed Settlement Agreement in the above-referenced docket. The Parties are mindful of the Commission's Settlement Policies and Procedures. Please know that the Parties have worked diligently to settle this matter and are filing the Settlement Agreement immediately following the time it was finalized and executed. On behalf of all of the parties of record to this proceeding, SCE&G reports that the Settlement Agreement resolves all issues among the Parties in this proceeding.

Please do not hesitate to contact me should you have any questions.

Sincerely,

s/Mitchell Willoughby

Mitchell Willoughby

Enclosure

cc: K. Chad Burgess, Esquire  
Shannon Bowyer Hudson, Esquire  
Nanette S. Edwards, Esquire  
Scott Elliott, Esquire  
Damon E. Xenopoulos, Esquire  
E. Wade Mullins, III, Esquire  
Joey R. Floyd, Esquire